

**ARKANSAS DEVELOPMENT FINANCE AUTHORITY**

**2005 Federal Low-Income Housing Tax Credit Carryover Allocation  
for**

\_\_\_\_\_  
(Name of Development Owner)

The Arkansas Development Finance Authority (the "Authority") has reviewed the attached "Exhibit A – Development Information" and "Exhibit B – Certification of Expenditures" to determine whether \_\_\_\_\_ (the "Owner"), owner of \_\_\_\_\_ (the "Development") qualifies, pursuant to Section 42(h)(1)(E) of the Internal Revenue Code of 1986, as amended (the "Code"), to receive a carryover allocation of 2005 federal low-income housing tax credits, previously reserved for the benefit of the Development, by the Authority in its May 26, 2005 letter of reservation. As a result of that review, the Authority hereby allocates, in the amount stated below (not to exceed that amount previously reserved), federal low-income housing tax credits for the benefit of the Development, subject to the terms and conditions stated herein and to the terms and conditions set forth in the Development's 2005 Multi-Family Application.

The Owner certifies that each building for which this allocation is being made:

- 1) is a "qualified building," as defined in Section 42(h)(1)(E)(ii) of the Code;
- 2) is a part of the Development in which the Owner's basis, as of December 31, 2005, is more than ten percent (10%) of said Owner's reasonably expected basis in the Development as of December 31, 2007; and
- 3) will be placed in service no later than December 31, 2007.

The Owner represents and certifies that as of December 31, 2005, the Owner will have an accumulated basis of at least \$ \_\_\_\_\_ in the Development, representing \_\_\_\_\_% of the reasonably expected basis of \$ \_\_\_\_\_ in the Development as of December 31, 2007.

The Owner acknowledges that in issuing this Carryover Allocation the Authority has relied upon the information submitted by the Owner. The Authority makes no representations concerning, or guarantee that the Owner will be eligible to receive the Credit stated herein, such determination resting with the Internal Revenue Service.

The Arkansas Development Finance Authority, as the Housing Credit Agency for the State of Arkansas, hereby allocates \$ \_\_\_\_\_ in federal low-income housing tax credits, as supported by Exhibit A and Exhibit B and the representations of the Owner, for the development listed below:

Owner Name: \_\_\_\_\_  
Taxpayer ID No.: \_\_\_\_\_  
Owner Address: \_\_\_\_\_  
Development Name: \_\_\_\_\_  
Development Address: \_\_\_\_\_

**OWNER:**

Acknowledge, agreed and accepted:

By: \_\_\_\_\_  
Owner Signature

\_\_\_\_\_  
Printed Name and Title

STATE OF \_\_\_\_\_ )  
 )  
COUNTY OF \_\_\_\_\_ )

On this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_, before me a Notary Public within and for said County and State, personally appeared \_\_\_\_\_, to me known to be the person described herein and who, being by me first duly sworn, executed the foregoing Certification, and acknowledged, deposed and said that he/she executed the same as his/her free act and deed and stated that the information and certifications contained therein are true and correct.

IN WITNESS WHEREOF, I have hereunto set my hand and seal this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

\_\_\_\_\_  
Notary Public

My commission expires:

\_\_\_\_\_

**ARKANSAS DEVELOPMENT FINANCE AUTHORITY**

423 Main Street, Suite 500

P.O. Box 8023

Little Rock, AR 72203-8023

Name:

Title:

ADFA Tax ID Number: 71-0503641

Signature:

\_\_\_\_\_

Date:

\_\_\_\_\_

**ACKNOWLEDGMENT**

STATE OF ARKANSAS )

)

COUNTY OF \_\_\_\_\_)

On this \_\_\_\_ day of \_\_\_\_\_, 2005, before me a Notary Public within and for said County and State, personally appeared \_\_\_\_\_, Arkansas Development Finance Authority, to me known to be the person described herein and who, being by me first duly sworn, executed the foregoing Certification, and acknowledged, deposed and said that he/she executed the same as his/her free act and deed and stated that the information and certifications contained therein are true and correct.

IN WITNESS WHEREOF, I have hereunto set my hand and seal this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

\_\_\_\_\_  
Notary Public

My commission expires:

\_\_\_\_\_

**EXHIBIT A - DEVELOPMENT INFORMATION***(Acquisition/Rehabilitation Developments – Use a separate Exhibit A for Acquisition Costs and another Exhibit A for Rehabilitation Costs)*

DEVELOPMENT NAME: \_\_\_\_\_

Address: \_\_\_\_\_

City: \_\_\_\_\_ County: \_\_\_\_\_

Building	1	2	3	4	5	6	Total
Building Identification Number <sup>1</sup>							
Building Address or Site Description							
Type of Building (new construction, rehabilitation, acquisition)							
Expected Placed in Service Date							
Reasonably Anticipated Eligible Basis for Entire Development <input type="checkbox"/> <sup>2, 3</sup>							
Estimated Applicable Fraction							
Estimated Qualified Basis for Entire Development							
Maximum Credit Percentage for Entire Development <sup>4</sup>							
Maximum Credit Allocated for Entire Development							

1 The Arkansas Development Finance Authority will assign the Building Identification Number

2 Please check box if any part of the basis is adjusted to include 130% increase in basis, pursuant to Section 42(d)(5)(i), because the development is in a qualified census tract

3 If provided, these figures are estimates for computation purpose only. For purposes of the Carryover Allocation, "reasonably expected basis" pursuant to Section 42(h)(1)(E)(ii) need not be the same as eligible basis and is computed for the entire development, rather than building by building.

4 If the Owner has elected to fix the credit percentage pursuant to Section 42(b)(2)(A)(ii)(1), this credit percentage is fixed and binding upon all buildings in the development with respect to which the election is made, and upon the Owner and all successors as Owners of those buildings in the development. If no such election has been made, this credit percentage is an estimate for determining the Carryover Allocation

**EXHIBIT B - CERTIFICATION OF EXPENDITURES**  
(Certification of Expenditures in excess of 10% of reasonably expected basis)  
for

\_\_\_\_\_  
(Name of Development)

\_\_\_\_\_  
(Name of Development Owner)

The undersigned hereby certifies the following:

That more than ten percent (10%) of the reasonably expected basis in the \_\_\_\_\_  
(the "Development") which is classified as ☐ new construction, ☐ acquisition/rehabilitation, or  
☐ rehabilitation, will be expended by the \_\_\_\_\_,  
(the "Owner") prior to the close of calendar year 2005, hereby qualifying the Owner for a Carryover Allocation  
from the 2005 allocation year. I understand that in order to retain this allocation, the Development must be  
completed and must be placed in service by December 31, 2007.

I also understand that in order to receive this Carryover Allocation the following attachments must accompany  
this Certification of Expenditures:

1. Verification of ownership of the land or depreciable real property. Furnish one of the following documents: (1) Written Legal Opinion; (2) Copy of Warranty Deed(s); (3) Copy of Title Commitment.
2. Section 106 Clearance letter, if not previously submitted.
3. Written certification from an attorney or a certified public accountant that he/she has examined all eligible costs and it is his/her belief that the Owner will incur by December 31, 2005 more than ten percent (10%) of its reasonably expected basis in the Development as of December 31, 2007.

By: \_\_\_\_\_

Owner Signature

\_\_\_\_\_  
Printed Name and Title

STATE OF \_\_\_\_\_ )  
 )  
COUNTY OF \_\_\_\_\_ )

On this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_, before me a Notary Public within and for said County and State,  
personally appeared \_\_\_\_\_ of \_\_\_\_\_,  
to me known to be the person described herein and who, being by me first duly sworn, executed the foregoing  
"**CERTIFICATION OF EXPENDITURES**" and acknowledged, deposed and said that he/she executed the  
same as his/her free act and deed and stated that the information and certifications contained therein are true and  
correct.

IN WITNESS WHEREOF, I have hereunto set my hand and seal this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

My commission expires:

\_\_\_\_\_  
Notary Public